

GOVERNMENT OF ANDHRA PRADESH
ABSTRACT

CSFs.,- Kovur Cooperative Society Limited, Nellore - Financial Assistance by the NCDC during the year 2008-2009 for Modernization -cum-Expansion - Repayment of loan and interest towards payment of 8th installment of Rs.37.18 lakhs to NCDC - Sanctioned – orders – Issued.

INDUSTRIES AND COMMERCE (SUGAR) DEPARTMENT

G.O.Rt.No. 647

Dated: 26/10/2009.

Read the following:-

1. From the Assistant Director (Loan), NCDC., New Delhi, Lr.No.NCDC:2-2/2007/RDH/835, Dt.17-08-2009
2. From the Commr of Sugar and Cane Commr, A.P., Hyd., Lr.Rc.No.10961/1997/D2, dated: 19-09-2009.
3. G.O. Rt.No.3694 Finance (W&M) Deptt., dt.16.10.09. (Copy enclosed)

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ORDER:

The Commissioner of Sugar and Cane Commissioner, Andhra Pradesh, Hyderabad in the reference 2nd read above, has stated that the Kovur Cooperative Sugar Factory in the year 2000 has taken up Expansion and Modernization programme of the unit from 1250 TCD to 2500 TCD and approached the from National Co-operative Development Corporation(NCDC), New Delhi through State Government for financial assistance. The NCDC has sanctioned an amount of Rs.833.00 Lakhs and released through Government of Andhra Pradesh, in the installments during the period from November, 2000 to January, 2002. As per the terms and conditions of the NCDC, New Delhi the factory has to repay the loan to NCDC. The factory did not crush for the season 2003-04 and 2004-2005 due to privatization process. As part of revival programme the factory is functioning from 2005-06 season onwards. Even though the factory had taken up crushing operations, the factory is passing through critical financial position. Hence Government repaid 7(Seven) instalments of loan to NCDC, New Delhi on behalf of Kovur CSF. The NCDC has sent the demand for the year 2009 for remittance of an amount of Rs.37,17,125/- (principal Rs.32,75,000/- +Interest Rs.4,42,125/-) for payment of 8th instalment on or before 05-11-2008 to avail interest rebate of Rs.32,750/- for timely repayment.

2. The Commissioner of Sugar and Cane Commissioner, Hyderabad has stated that a sum of amount of Rs.32,75,000 towards principal and a sum Rs.5,08,000 towards interest payment are available under the relevant budget Head of Account for payment of Principal and interest amount to the NCDC in the budget estimates 2009-2010 and requested the Government to release an amount of Rs.32,75,000 towards principal and an amount Rs.4,42,125 towards

interest payment totaling Rs.37,17,125/- in relaxation of treasury control order and quarterly regulation.

3. The Government after careful examination of the matter, hereby sanction an amount of Rs.32.75 lakhs (Rupees Thirty Two lakhs Seventy Five Thousands only) towards principal and an amount of Rs.4.43 lakhs (Rupees four lakhs forty three thousand only) towards interest totaling an amount of Rs.37.18 lakhs (Rupees Thirty Seven lakhs Eighteen Thousand only) towards payment of 8th instalment of Principle and Interest on the loans taken by Kovur Cooperative Sugar Factory, Nellore from National Co-operative Development Corporation(NCDC) from out of the budget provision of Sugar Department.

(P.T.O)

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4. The expenditure shall be debited to the Head of Accounts, as indicated below:

Head of Account	Amount (Rs.in lakhs)
<u>Principal</u> 6003 – Internal Debit of the State Govt. MH-108- Loans from National Cooperative Development Corporation SH-(05) – For Cooperative Sugar Factories 560 – Repayment of Borrowings (Charged).	Rs.32.75
<u>Interest</u> 2049 – Interest payments 01 - Interest on internal Debt MH-200 - Interest on other internal debts SH-(05) – Interest on loans from the NCDC to Cooperative Sugar Factories 450 - Interest. (Charged).	Rs.4.43
TOTAL	Rs.37.18 lakhs

5. The above expenditure shall be incurred in relaxation of treasury control and quarterly regulation orders during the current financial year 2009-2010 pending provision of funds by obtaining supplementary grant during the financial year 2009-2010.

6. The amount sanctioned in para -3 above, shall be paid to the NCDC., New Delhi. The Commissioner of Sugar and Cane Commissioner shall take necessary action to draw and disburse the amount

7. This order issues with the concurrence of Finance (Ways & Means) Department vide their U.O.No.26427/203/A3/W&M/09, dated 16.10.2009.

(BY ORDER AND IN THE NAME OF THE GOVERNOR OF ANDHRA PRADESH)

B. SAM BOB
PRINCIPAL SECRETARY TO GOVERNMENT AND
COMMISSIONER, INDUSTRIAL PROMOTION

To

The Commissioner of Sugar & Cane Commissioner, Hyderabad
The Managing Director, Kovur CSF., Nellore through the Commr.
of Sugar Hyderabad
The Managing Director, AP. State Fed. of Coop. Sugar factories Ltd.,
Hyderabad.
The Asst. Director (Loan), NCDC., 4-Siri, Institutional Area,
Hauz Khs, New Delhi.
The Regional Director, NCDC., HACA Bhavan, Hyderabad.
The Director of treasuries & Accounts, Hyderabad
The pay & Accounts officer, Hyderabad
The Accountant General, A.P. Hyderabad
Copy to the Finance (Exp. I&C) Deptt.,
The PS to M (MI&S)

//FORWARDED: BY ORDER//

SECTION OFFICER